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January 24, 2011

VIA ELECTRONIC FILING

Ms. Cynthia T. Brown
Chief, Section of Administration
Office of Proceedings
Surface Transportation Board
395 E Street, S.W., Room 1034
Washington, DC 20423-0001

ENTERED
Office of Proceedings

JAN 24 2011

Part of Public Record

Re: Docket No. 42121

Total Petrochemicals USA, Inc. v. CSX Transportation, Inc., et al.

Dear Ms. Brown:

Attached for filing in the above-captioned proceeding is the Answer of R.J. Corman Railroad Company/Memphis Line to Third Amended Complaint, dated January 24, 2011.

Please feel free to contact me should any questions arise regarding this filing. Thank you for your assistance on this matter.

Thomas J. Litwiler

Attorney for R.J. Corman Railroad Company/

Memphis Line

TJL:tl

Attachment

cc: Parties on Certificate of Service

BEFORE THE SURFACE TRANSPORTATION BOARD

DOCKET NO. 42121

TOTAL PETROCHEMICALS USA, INC.

v.

CSX TRANSPORTATION, INC.; CAROLINA PIEDMONT DIVISION;
MADISON RAILROAD; MOHAWK, ADIRONDACK & NORTHERN RAILROAD CORP.;
NEW HOPE & IVYLAND RAILROAD; R.J. CORMAN RAILROAD COMPANY/
MEMPHIS LINE; AND SEQUATCHIE VALLEY RAILROAD COMPANY

ANSWER OF R.J. CORMAN RAILROAD COMPANY/ MEMPHIS LINE TO THIRD AMENDED COMPLAINT

Ronald A. Lane
Thomas J. Litwiler
Fletcher & Sippel LLC
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Chicago, Illinois 60606-2832
(312) 252-1500

ATTORNEYS FOR R.J. CORMAN RAILROAD COMPANY/MEMPHIS LINE

Dated: January 24, 2011

BEFORE THE SURFACE TRANSPORTATION BOARD

DOCKET NO. 42121

TOTAL PETROCHEMICALS USA, INC.

v.

CSX TRANSPORTATION, INC.; CAROLINA PIEDMONT DIVISION; MADISON RAILROAD; MOHAWK, ADIRONDACK & NORTHERN RAILROAD CORP.; NEW HOPE & IVYLAND RAILROAD; R.J. CORMAN RAILROAD COMPANY/ MEMPHIS LINE; AND SEQUATCHIE VALLEY RAILROAD COMPANY

ANSWER OF R.J. CORMAN RAILROAD COMPANY/ MEMPHIS LINE TO THIRD AMENDED COMPLAINT

Pursuant to 49 C.F.R. § 1111.4 and the Board's decision in this docket served December 30, 2010, R.J. Corman Railroad Company/Memphis Line ("RJCM") hereby files this answer to the Third Amended Complaint of Total Petrochemicals USA, Inc. ("TPI") dated January 4, 2011.

The first two unnumbered paragraphs of the Third Amended Complaint contain a narrative and characterization of the Third Amended Complaint to which no response is required.

In response to the allegations contained in the numbered paragraphs of the Third Amended Complaint, RJCM states as follows:

- 1. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 1 of the Third Amended Complaint.
- 2. RJCM admits that it is a common carrier by rail that engages in the transportation of property in interstate commerce, and that it is subject the jurisdiction of the Surface Transportation Board under 49 U.S.C. §§ 10101, et seq. RJCM lacks sufficient

knowledge or information to admit or deny the remaining allegations of Paragraph 2 of the Third Amended Complaint.

- 3. RJCM admits the allegations of Paragraph 3 of the Third Amended Complaint.
- 4. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 4 of the Third Amended Complaint.
- 5. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 5 of the Third Amended Complaint.
- 6. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 6 of the Third Amended Complaint.
- 7. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 7 of the Third Amended Complaint.
- 8. RJCM admits that its current mailing address is 101 R.J. Corman Drive, Nicholasville, KY 40356. RJCM denies the remaining allegations of Paragraph 8 of the Third Amended Complaint. Answering further, RJCM states that its full and correct corporate name is "R.J. Corman Railroad Company/Memphis Line".
- 9. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 9 of the Third Amended Complaint.
- 10. Paragraph 10 of the Third Amended Complaint consists of a characterization of the Third Amended Complaint to which no response is required.
- 11. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 11 of the Third Amended Complaint.

- 12. RJCM admits that it has previously participated with CSXT in the interline movement of the traffic identified as Lane 25 in Exhibit B to the Third Amended Complaint. RJCM admits that CSXT has published rates for the Lane 25 traffic, but denies that, as between CSXT and RJCM, the rates are "AAR Accounting Rule 11 rates." RJCM lacks sufficient knowledge or information to admit or deny the remaining allegations of Paragraph 12 of the Third Amended Complaint.
- 13. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 13 of the Third Amended Complaint.
- 14. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 14 of the Third Amended Complaint.
- 15. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 15 of the Third Amended Complaint.
- 16. RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 16 of the Third Amended Complaint.
- 17. RJCM admits that, in the absence of a transportation contract, TPI would pay tariff rates for the movement of Lane 25 traffic. Answering further, RJCM states that such rates are published in CSXT price authority 28211. RJCM denies that the tariff rates for Lane 25 traffic are unreasonable. RJCM lacks sufficient knowledge or information to admit or deny the remaining allegations of Paragraph 17 of the Third Amended Complaint.
- 18. Paragraph 18 of the Third Amended Complaint states a legal conclusion to which no response is required. To the extent a response is required, RJCM denies the allegations of Paragraph 18 with respect to the Lane 25 traffic. RJCM lacks sufficient knowledge or

information to admit or deny the remaining allegations of Paragraph 18 of the Third Amended Complaint.

- 19. Paragraph 19 of the Third Amended Complaint states a legal conclusion to which no response is required. To the extent a response is required, RJCM lacks sufficient knowledge or information to admit or deny the allegations of Paragraph 19 of the Third Amended Complaint.
- 20. Paragraph 20 of the Third Amended Complaint states a legal conclusion to which no response is required. To the extent a response is required, RJCM denies the allegations of Paragraph 20 with respect to the Lane 25 traffic. RJCM lacks sufficient knowledge or information to admit or deny the remaining allegations of Paragraph 20 of the Third Amended Complaint.
- 21. Paragraph 21 of the Third Amended Complaint states a legal conclusion to which no response is required. To the extent a response is required, RJCM denies the allegations of Paragraph 21 with respect to the Lane 25 traffic. RJCM lacks sufficient knowledge or information to admit or deny the remaining allegations of Paragraph 21 of the Third Amended Complaint.
- 22. Paragraph 22 of the Third Amended Complaint states a legal conclusion to which no response is required. To the extent a response is required, RJCM denies the allegations of Paragraph 22 with respect to the Lane 25 traffic. RJCM lacks sufficient knowledge or information to admit or deny the remaining allegations of Paragraph 22 of the Third Amended Complaint.
- 23. Paragraph 23 of the Third Amended Complaint states a legal conclusion to which no response is required. To the extent a response is required, RJCM denies the allegations

of Paragraph 23 with respect to the Lane 25 traffic. RJCM lacks sufficient knowledge or

information to admit or deny the remaining allegations of Paragraph 23 of the Third Amended

Complaint.

24. Paragraph 24 of the Third Amended Complaint consists of a

characterization of the Third Amended Complaint to which no response is required.

The remaining unnumbered paragraph of the Third Amended Complaint states

requests for relief and legal conclusions. RJCM denies that TPI is entitled to any of the relief it

seeks in this proceeding with respect to RJCM and the Lane 25 traffic. Answering further,

RJCM specifically denies that use of the stand-alone cost methodology in this proceeding is

appropriate as to RJCM, and denies that RJCM has market dominance over the Lane 114 traffic.

WHEREFORE, RJCM respectfully requests that the Board deny TPI's complaint

with respect to RJCM.

Respectfully subm

Thomas J. Litwiler

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Chicago, Illinois 60606-2832

(312) 252-1500

ATTORNEYS FOR R.J. CORMAN RAILROAD

COMPANY/MEMPHIS LINE

Dated: January 24, 2011

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CERTIFICATE OF SERVICE

I hereby certify that on this 24th day of January 2011, a copy of the foregoing Answer of R.J. Corman Railroad Company/Memphis Line to Third Amended Complaint was served by electronic delivery upon:

Jeffrey O. Moreno, Esq.
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Washington, DC 20036-1600
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Paul A. Hemmersbaugh, Esq. Sidley Austin LLP 1501 K Street, N.W. Washington, DC 20005 phemmersbaugh@sidley.com

and by first class mail, postage prepaid, upon:

John S. Herbrand, Esq. General Counsel Mohawk, Adirondack & Northern Railroad Corporation One Mill Street, Suite 101 Batavia, NY 14020

Thomas J. Litwiler